IN THE HOUSE OF REPRESENTATIVES

HOUSE BILL NO. 699

BY WAYS AND MEANS COMMITTEE

1	AN ACI
2	RELATING TO AN OFFICE OF UTILITY CONSUMER ADVOCATE; AMENDING TITLE 48, IDAHO
3	CODE, BY THE ADDITION OF A NEW CHAPTER 17, TITLE 48, IDAHO CODE, TO PRO-
4	VIDE A SHORT TITLE, TO DEFINE TERMS, TO CREATE THE OFFICE OF UTILITY
5	CONSUMER ADVOCATE WITHIN THE OFFICE OF THE ATTORNEY GENERAL, TO PROVIDE
6	APPOINTMENT AND TO PROVIDE POWERS AND DUTIES, TO CREATE THE UTILITY
7	RATEPAYER ADVISORY COMMITTEE, TO PROVIDE POWERS AND DUTIES OF THE OF-
8	FICE, TO PROVIDE POWERS OF THE COMMITTEE, TO ESTABLISH DUTIES OF CERTAIN
9	PUBLIC UTILITIES TO PROVIDE DOCUMENTS AND TO PROVIDE FOR FINANCING OF
10	THE OFFICE.

Be It Enacted by the Legislature of the State of Idaho:

SECTION 1. That Title 48, Idaho Code, be, and the same is hereby amended by the addition thereto of a $\underline{\text{NEW CHAPTER}}$, to be known and designated as Chapter 17, Title 48, Idaho Code, and to read as follows:

CHAPTER 17 OFFICE OF UTILITY CONSUMER ADVOCATE ACT

48-1701. SHORT TITLE. This chapter is known as the "Office of Utility Consumer Advocate Act."

48-1702. DEFINITIONS. As used in this chapter:

- (1) "Applicable public utility" means a public utility in this state as defined in section 61-129, Idaho Code, providing natural gas, electricity, water or telephone service.
- (2) "Committee" means the utility ratepayer advisory committee created in section 48-1704, Idaho Code.
- (3) "Director" means the director of the office appointed pursuant to section 47--1703, Idaho Code.
- (4) "Farm, industrial customer and large commercial customer" means a person or entity, with more than twenty-five (25) employees or a gross income of one million dollars (\$1,000,000) or more annually, engaged in agriculture, industrial pursuits or commercial pursuits.
- (5) "Office" means the office of utility consumer advocate created in section 48-1703, Idaho Code.
- (6) "Residential consumer" is a customer or user of an applicable public utility who maintains a permanent residence within the state.
- (7) "Small commercial consumer" means a person conducting a business enterprise, agriculture enterprise or other enterprise that has less than twenty-five (25) employees or a gross income of less than one million dollars (\$1,000,000) annually.
- (8) "Small farm" means a family-owned farm employing fewer than twenty-five (25) full-time employees, not including laborers, during peak season.

48-1703. OFFICE OF UTILITY CONSUMER ADVOCATE -- DIRECTOR. (1) There is created within the office of the attorney general the "Office of Utility Consumer Advocate."

- (2) The attorney general shall appoint a qualified person in the field of public utilities, or advocacy on behalf of consumers, to be the director of the office subject to confirmation by the senate. The director shall serve for a term of four (4) years. The attorney general may remove the director only for cause.
- (3) In accordance with this chapter, the director shall on behalf of the office:
 - (a) Represent Idaho utility ratepayers of an applicable public utility;
 - (b) Represent the interests of Idaho utility ratepayers on any matter affecting their interests before appropriate state and federal regulatory authorities and the courts;
 - (c) Represent the interests of Idaho utility ratepayers on any matter affecting their interests before appropriate state, regional or federal organizations, including regional transmission planning organizations; and
 - (d) Hire employees and consultants necessary to carry out duties of the office and such employees shall be exempt from the provisions of chapter 53, title 67, Idaho Code.
- 48-1704. UTILITY RATEPAYER ADVISORY COMMITTEE. (1) There is created within the office a committee known as the "Utility Ratepayer Advisory Committee." A member of the committee shall maintain a principal residence within Idaho.
 - (2) (a) The attorney general shall appoint nine (9) members to the committee subject to subsection (3) of this section.
 - (b) Except as required by subsection (2) (c) of this section, as terms of current committee members expire, the attorney general shall appoint a new member or reappointed member to a four (4) year term.
 - (c) Notwithstanding the requirements of subsection (2)(b) of this section, the attorney general shall, at the time of appointment or reappointment, adjust the length of terms to ensure that the terms of committee members are staggered so that approximately one-half (1/2) of the committee is appointed every two (2) years.
 - (d) When a vacancy occurs in the membership for any reason, the attorney general shall appoint a replacement for the unexpired term.
- (3) Members of the committee shall represent the following consumer interests:
 - (a) Three (3) people who shall represent residential ratepayers from different parts of Idaho;
 - (b) One (1) person who shall represent low-income residential consumers;
 - (c) One (1) person who shall represent an organization advocating for energy efficiency;
 - (d) One (1) person who shall be a small farmer;
 - (e) One (1) person who shall represent small commercial users;
 - (f) One (1) person who shall represent large commercial users; and

(g) One (1) person who shall represent industrial users.

- (4) The committee may hold monthly meetings, but shall meet no less often than quarterly. The committee may hold other meetings at the times and places the chair and a majority of the committee determine. After initial selection, the committee shall select a chairperson. Five (5) members of the committee constitute a quorum of the committee. A majority of members voting when a quorum is present constitutes an action of the committee. Members shall be compensated as provided by section 59-509(c), Idaho Code.
- 48-1705. POWERS AND DUTIES OF OFFICE. (1) After taking direction from the committee according to section 48-1706, Idaho Code, the office shall assess the impact of utility rate changes and other regulatory actions related to an applicable public utility on Idaho utility ratepayers, and through its director, advocate on the office's own behalf, and in its own name, a position most advantageous to Idaho utility ratepayers.
- (2) The director may bring an original action in the name of the office before the public utilities commission or the Idaho supreme court regarding commission business. The director on behalf of the office may commence an original proceeding, file a complaint, appear as a party, appeal or otherwise represent Idaho utility ratepayers in a matter or a proceeding involving regulation of an applicable public utility pending before one (1) or more of the following of the federal government: an officer, department, board, agency, commission or governmental authority, or a court; or intervene in, protest, resist or advocate the granting, denial or modification of a petition, application, complaint or other proceeding, decision or order of a governmental authority of the federal government.
- (3) The director shall have discretion to represent or refrain from representing Idaho utility ratepayers in any proceeding. The director shall consider, in exercising this discretion, the importance and the extent of the ratepayer interest involved and whether that interest would be adequately represented without the action of his office.
- (4) If the director determines that there are conflicting ratepayer interests involved in a particular matter, the director may choose to represent one (1) or more such interests based upon the considerations of this section and the interests represented by other parties in the proceeding.
- (5) Nothing in this section shall be construed to limit the right of any person, firm or corporation to petition or make complaint to the commission or otherwise intervene in proceedings or other matters before the commission.
- 48-1706. POWERS OF COMMITTEE. By a majority vote of the committee, the committee shall advise the director as to the implementation of those duties or powers of the office according to section 48-1705, Idaho Code.
- 48-1707. DUTY OF CERTAIN PUBLIC UTILITIES TO PROVIDE DOCUMENTS. If requested by the director, all public utilities, except railroads and cooperative utilities, shall provide the office of the utility consumer advocate with copies of any proposed changes in rates or service, correspondence, legal papers and other documents, which are served on or delivered or mailed to the public utilities commission of Idaho.

48-1708. FINANCING OF OFFICE. At each regular session, the legislature shall determine the amount to be expended by the office of utility consumer advocate for the direct and indirect costs of performing the duties and responsibilities required by this chapter and the determined amount shall be appropriated to the office from the public utilities commission fund, pursuant to section 61-1008, Idaho Code.